

**Item:** RESO 08-195  
**Fiscal Impact:** \$261,000  
**Funding Source:** Class C Road Funds  
**Account #:** 11-7581-40484  
**Budget Opening Required:** ☐

**ISSUE:**

Approve sales agreement with SemMaterials, L.P.

**SYNOPSIS:**

This Agreement sets the price and terms for delivery of asphalt tack oil and slurry seal oil for the Operations Division.

**BACKGROUND:**

This Agreement sets the price for tack oil and slurry oil for 2008 as follows:

Product	Tonnage	Price per Ton	Amount
Tack Oil (CSS-1)	25 Tons	\$360.00	\$9,000
Slurry Oil (CQS-1H)	600 Tons	\$420.00	\$252,000
<b>TOTAL</b>			<b>\$261,000</b>

As with all petroleum based products, these prices include a substantial increase from last year. Last year we paid \$325/ton for slurry oil.

SemMaterials is the sole local provider of the slurry oil used by Operations Division crews in our annual slurry seal program

**RECOMMENDATION:**

Approve the Sales Agreement with SemMaterials, L.P.

**SUBMITTED BY:**

Russell B. Willardson, P.E., Public Works Director